## WHAT IS CLAIMED IS:

2	1. A method of establishing a virtual intranet over the Internet based on a
3	digital closed network constructed from at least one network private branch
4	exchange (PBX) having an identification method and storing at least one
5	published IP address, extension numbers and virtual IP addresses corresponding
6	to the extension numbers; and a key telephone system that is composed of a
7	plurality of extensions (20), the method comprising the steps of:
8	registering each extension to the telephone exchange whereby each
9	extension has an own extension number and the published IP address;
10	linking at least one registered extension to the Internet;
11	using the published IP address as a destination IP address; and
12	linking at least one registered extension back to the network PBX;
13	whereby the at least one registered extension and the network PBX
14	connected to multiple other extensions are constructed to the virtual intranet over
15	the Internet.
16	2. The method as claimed in claim 1, in the linking at least one registered
17	extension to the Internet step the at least one registered extension links to the
18	Internet through a network device
19	3. The method as claimed in claim 2, wherein the network device is a
20	modem.
21	4. The method as claimed in claim 2, wherein the network device is an
22	XDSL.
23	5. The method as claimed in claim 1, wherein in the linking at least one
24	registered extension to the Internet step the at least registered extension links to

- 1 Internet through a wireless network device linked to the Internet.
- 6. The method as claimed in claim 1, the network PBX further having a
- 3 function of two-way converting, wherein the telephone exchange converts
- 4 external voices signals from the network PXB connected to PSTN to a form of
- 5 voice packets or to restore the voice packets to the voice signals.
- 6 7. A virtual intranet comprising:
- one network private branch exchange (PBX) having a voice packet
- 8 converting and restoring function, wherein the network PBX stores extension
- 9 numbers, virtual IP addresses respectively corresponding to each extension
- number and at least one published IP address and is set up as an identification
- 11 method; and
- multiple extensions connected to the network PBX to form the closed
- network, whereby voice, data and video are able to be transmitted over the
- closed network, wherein each extension obtains an own extension number, the
- virtual IP address and the published IP address from the identification method
- when the extension is connected to the network PBX;
- whereby each extension is able to link to the network PBX over the
- Internet when the extension links to Internet by using the published IP address as
- 19 a destination IP address.
- 8. The virtual intranet as claimed in claim 7, wherein the network PBX
- 21 comprises:
- a main controller stored with multiple extension numbers, the virtual IP
- address and set up with the identification method; and
- a packet switch having at least two network ports for IEEE 802.3

- protocol to connect the extensions, wherein the packet switch is set up with the published IP address.
- 9. The virtual intranet as claimed in claim 8, wherein the network PBX further comprises a packet processing unit for two-way converting connected between the main controller and an extra PBX for PSTN.
- 10. The virtual intranet as claimed in claim 8, wherein each extension comprises:

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- a controller with the two-way converting function, wherein the controller is able to convert voice signals to the form of voice packets, and is able to restore the voice packets to the voice signals; wherein the controller stores an own extension number and the own virtual IP address from the main controller and the published IP address;
- a handset transmitting received voice signals to the controller, wherein the handset is able to broadcast voice signals output from the controller;
- a first network connecting interface connecting between the controller and one of the network device; and
  - a second network connecting interface connecting between the controller and the network PBX.
- 11. The virtual intranet as claimed in claim 10, wherein the first network
  connecting interface is connected to the network device through a network
  interface card installed in a network device.
  - 12. The virtual intranet as claimed in claim 11, wherein each extension further comprises a bridge connected between a first network connecting interface and the second network connecting interface to control transmission

- 1 flow.
- 2 13. The virtual intranet as claimed in claim 10, wherein the controller
- 3 further connects to a display, a key set and an image capturing device.
- 4 14. The virtual intranet as claimed in claim 9, wherein the network PBX
- 5 further comprises at least one wireless network port for connecting to at least one
- 6 wireless access point.
- 7 15. The virtual intranet as claimed in claim 14, wherein each extension
- 8 comprises:
- a controller with the two-way converting function, wherein the
- controller is able to convert voice signals to the form of voice packets, and is able
- 11 to restore the voice packets to the voice signals; wherein the controller stores an
- own extension number and the own virtual IP address from the main controller
- and the published IP address;
- a handset transmitting received voice signals to the controller, wherein
- the handset is able to broadcast voice signals output from the controller;
- a first network connecting interface connecting between the controller
- and one of the network devices; and
- a wireless network port for a wireless card connected between the
- controller and the wireless access point.
- 20 16. The virtual intranet as claimed in claim 15, wherein each extension
- 21 comprises a second network connecting interface connecting between the
- 22 controller and the network PBX.
- 17. The virtual intranet as claimed in claim 15, wherein the first network
- connecting interface is connected to the network device through a network

- 1 interface card installed in a network device.
- 2 18. The virtual intranet as claimed in claim 15, wherein each extension
- 3 further comprises a bridge connected between a first network connecting
- 4 interface and the second network connecting interface to control transmission
- 5 flow.
- 6 19. The virtual intranet as claimed in claim 15, wherein the controller
- 7 further connects to a display, a key set and an image capturing device.
- 8 20. The virtual intranet as claimed in claim 8, wherein the main
- 9 controller further comprises a network backbone port for connecting a bridge
- 10 through an Ethernet backbone.